

Senate File 41 - Introduced

SENATE FILE _____
BY COMMITTEE ON JUDICIARY

(SUCCESSOR TO SSB 1006)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the disposition of unclaimed property
2 concerning minerals.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
4 TLSB 1216SV 82
5 av/sh/8

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1 1 Section 1. Section 556.1, Code 2007, is amended by adding
1 2 the following new subsections:
1 3 NEW SUBSECTION. 6A. "Mineral" means gas, oil, and coal;
1 4 other gaseous, liquid, and solid hydrocarbons; oil shale;
1 5 cement material; sand and gravel; road material; building
1 6 stone; chemical raw material; gemstone; fissionable and
1 7 nonfissionable ores; colloidal and other clays; steam and
1 8 other geothermal resources; and any other substance defined as
1 9 a mineral by a law of this state.
1 10 NEW SUBSECTION. 6B. "Mineral proceeds" means amounts
1 11 payable for the extraction, production, or sale of minerals,
1 12 or upon the abandonment of those payments, all payments that
1 13 become payable thereafter. "Mineral proceeds" includes
1 14 amounts payable as follows:
1 15 a. For the acquisition and retention of a mineral lease,
1 16 including bonuses, royalties, compensatory royalties, shut-in
1 17 royalties, minimum royalties, and delay rentals.
1 18 b. For the extraction, production, or sale of minerals,
1 19 including net revenue interests, royalties, overriding
1 20 royalties, extraction payments, and production payments.
1 21 c. Under an agreement or option, including a joint
1 22 operating agreement, unit agreement, pooling agreement, and
1 23 farm-out agreement, relating to the extraction, production, or
1 24 sale of minerals.

EXPLANATION

1 25 This bill adds definitions of "mineral" and "mineral
1 26 proceeds" to Code chapter 556 which is concerned with the
1 27 disposition of unclaimed property.
1 28 Currently, Code section 556.1 defines property which is
1 29 subject to the provisions of the chapter to include mineral
1 30 proceeds (Code section 556.1, subsection 10, paragraph "b"),
1 31 and amounts distributable from a mineral interest in land
1 32 (Code section 556.1, subsection 10, paragraph "h") although
1 33 these terms are not currently defined.
1 34
1 35 LSB 1216SV 82
2 1 av:rj/sh/8